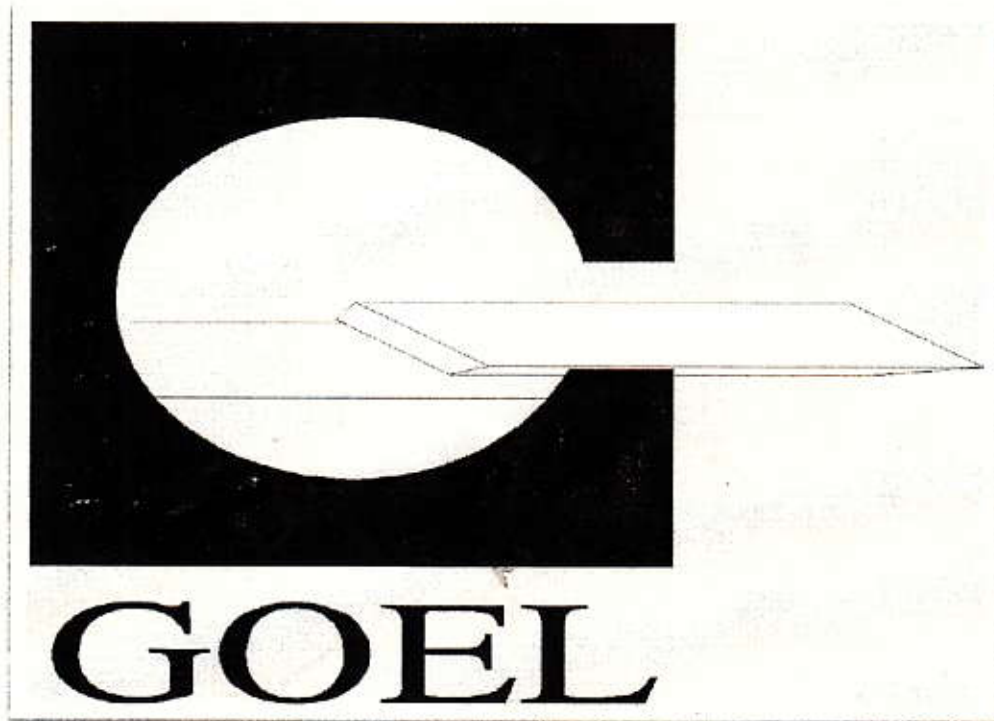


SHRI BAJRANG POWER & ISPAT LIMITED

**11th ANNUAL REPORT
FINANCIAL YEAR 2013-14**



Registered Office :

Village Borjhara, Urla Industrial Area,

Raipur (C.G.) - 493221

Tel. : 0771-4288019/29/39

Fax : 0771-2323601/602, 4288123

Email : sbpil@goelmt.com, sbpilinfo@goelmt.com

Auditor :

R.K.Singhania & Associates (Chartered Accountants)

205, 1st Floor, Samta Colony,

Raipur – 492 001 (C.G.) India

Ph : 0771-2255744-45, Fax : 91-771-2254188

E-mail:info@rksca.com,rkscaryp@yahoo.co.in



RK Singhania & Associates

CHARTERED ACCOUNTANTS

205, 1st Floor, Samta Colony, Raipur - 492 001 India Ph 91-771-2255744-45, 4036066 Fax 91-771-2254188

Branch: Raigarh, Bhilai Email: rkscaryp@yahoo.co.in info@rksca.com website: www.rksca.com

Independent Auditor's Report

To

The Members of

SHRI BAJRANG POWER AND ISPAT LIMITED, RAIPUR.

We have audited the accompanying financial statements of SHRI BAJRANG POWER AND ISPAT LIMITED, ("the company") which comprise the Balance Sheet as at March 31, 2014 and Statement of Profit & Loss and Cash flow statement for the year ended 31st March 2014 and summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation of these financial statements that give a true and fair view of the financial position of the Company in accordance with the Accounting Standards referred to in sub-section (3C) of section 211 of the Companies Act, 1956 ("the act") read with the General Circular 15/2013 dated 13th September, 2013 of the Ministry of Corporate Affairs in respect of Section 133 of the Companies Act, 2013. This responsibility includes the design, implementation and maintenance of internal control relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Company's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Basis for Qualified Opinion

Referring Point No. 2.12 of the notes to accounts, The company has recognised the uncertified units of CER amounting to Rs. 2.25 Crores in closing stock as per the company's policy, which is not yet certified by the CDM Board due to which the Profit of the company has been enhanced by Rs. 2.25 Crores for the F.Y 2013-14.

Qualified Opinion

In our opinion and to the best of our information and according to the explanations given to us, except for the effects of the matter described in the Basis for Qualified Opinion paragraph, the aforesaid financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India:

- (i) In the case of the Balance Sheet, of the state of affairs of the Company as at 31st March 2014,
- (ii) In the case of the statement of Profit & Loss, of the PROFIT of the Company for the year ended on that date, and
- (iii) In the case of the Cash Flow Statement, of the Cash Flow of the Company for the year ended on that date.



Report on Other Legal and Regulatory Requirements

- I As required by the Companies (Auditor's Report) Order, 2003 ("the order") issued by the Central Government of India in terms of sub-section (4A) of section 227 of the Act, we give in the Annexure a statement on the matters specified in paragraphs 4 and 5 of the Order.

- II As required by section 227(3) of the Act, we report that:
 - a) We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;
 - b) In our opinion proper books of account as required by law have been kept by the Company so far as appears from our examination of those books;
 - c) The Balance Sheet, Profit and Loss Account and Cash Flow Statement dealt with by this Report are in agreement with the books of account;
 - d) In our opinion, the Balance Sheet, the Statement of Profit and Loss, and the Cash Flow Statement comply with the Accounting Standards referred to in subsection (3C) of section 211 of the Companies Act, 1956 read with the General Circular 15/2013 dated 13th September, 2013 of the Ministry of Corporate Affairs in respect of Section 133 of the Companies Act, 2013, except for the effects of the matter described in the Basis for Qualified Opinion paragraph.
 - e) On the basis of written representations received from the directors as on March 31, 2014, and taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2014, from being appointed as a director in terms of clause (g) of sub-section (1) of section 274 of the Companies Act, 1956.

For, R.K.Singhania & Associates
Chartered Accountants
Registration No. 04435C



(Ramesh Kumar Singhania)

Partner

M. No. - 41880

Raipur, 26th August, 2014



Annexure to Independent Auditor's Report

The Annexure referred to in our report to the members of Shri Bajrang power & Ispat Limited('the company') for the year ended 31st March 2014. We report that:

- I (a) The Company is generally maintaining proper records showing full particulars, including quantitative details and situation of fixed assets.
- (b) As explained to us, the fixed assets have been physically verified by the management at reasonable intervals, in phased verification programme, which, in our opinion, is reasonable, having regard to the size of the company and nature of its business. According to the information and explanations given to us, no material discrepancies were noticed on such verification.
- (c) During the year the Company has not disposed off any substantial part of fixed assets and the going concern status of the Company is not affected.
- II (a) As explained to us Inventories have been physically verified by the management. In our opinion, the frequency of the verification is reasonable.
- (b) In our opinion and according to the information and explanations given to us, the procedures of physical verification followed by the management are reasonable and adequate in relation to the size of the Company and its nature of business.
- (c) On the basis of examination of the inventory records of the Company, we are of the opinion that, the company is maintaining proper records inventory. The discrepancies noticed on verification between the physical stocks and the book records were not material.
- III (a) The company has not granted loans to parties covered in the register maintained under section 301 of the Companies Act, 1956 and therefore, the provisions of sub-clause (a), (b), (c) and (d) of clause 4(iii) of the Companies (Auditor's Report) Order, 2003 are not applicable to the Company.
- (b) The Company has taken unsecured loans and advances from the 7 parties (Previous year 7 parties) covered in the register maintained under section 301 of the Companies Act, 1956.

The maximum amount Outstanding in such loans and advances at any time during the year is Rs. 167459111/- (Previous year Rs. 152646123/-) and amount outstanding at the end of the year is 43318516/- (Previous year Rs. 103485694/-).
- (c) In our opinion and according to the information and explanations given to us, the rate of interest and other terms and conditions of the loans taken by the company are prima facie not prejudicial to the interest of the company.
- (d) In our opinion and according to the information and explanations given to us, payment of the principal and interest are regular.
- IV In our opinion and according to the information and explanations given to us, there are adequate internal control procedures commensurate with the size of the company and the nature of its business with regard to purchase of Inventories, fixed assets and for sale of goods. During the course of our audit, no major weakness has been noticed in the internal controls.
- V (a) According to the information & explanations given to us, we are of the opinion that the transactions that need to be entered in the register maintained under section 301 of the Companies Act, 1956 have been so entered.



(b) In our opinion and according to the information & explanations given to us, the transactions made in pursuance of contracts or arrangements entered in the register maintained under section 301 of the Companies Act, 1956 and exceeding the value of Rupees Five lacs in respect of any party during the year have been made at prices which are reasonable having regard to prevailing market prices at the relevant time.

- VI According to the information and explanations given to us, the company has not accepted deposits from the public during the year.
- VII In our opinion, the Company has an internal audit system commensurate with the size and nature of its business; further more the internal audit scope need to be enhanced with regard to inventories and fixed assets for better internal control.
- VIII We have broadly reviewed the cost records maintained by the Company pursuant to the Companies (Cost Accounting Records) Rules, 2011 prescribed by the Central Government under Section 209(1)(d) of the Companies Act, 1956 and are of the opinion that prima facie the prescribed cost records have been maintained. We have, however, not made a detailed examination of the cost records with a view to determine whether they are accurate or complete.
- IX (a) The company is generally regular in depositing with appropriate authorities undisputed statutory dues including provident fund, investor education protection fund, employees' state insurance, wealth tax, service tax, income tax, sales tax, custom duty, excise duty, cess and other material statutory dues applicable to it. According to the information & explanations given to us, no undisputed amounts of statutory dues as stated above were in arrears as at 31st March 2014 for a period of more than six months from the date they became payable.
- (b) According to the information and explanations given to us, there are no dues of income tax, sales tax, wealth tax, service tax, custom duty, excise duty and cess which have not been deposit on account of dispute except following:

Statute	Nature	Amount involved (Rs. In Lacs)	Period	Forum where dispute is pending
Central Excise and Custom Act	Custom Tax	22.00	2007-08	CESTAT, Mumbai
	Custom Tax	22.19	2012-13	Add. Commissioner of Custom, Vizag
	Excise duty	228.33	2005-09	CESTAT, Delhi
	Service Tax	64.90	2011-12	Commissioner of Excise,
	Excise duty	15.93	2005-06	DGECI, Raipur
	Excise duty	3.21	2006-07	Commissioner of Excise,
	Excise duty	2.50	2005-06 & 2007-08	Commissioner of Excise, Raipur
	Excise duty & Service Tax	14.84	2010-11	Commissioner of Excise, Raipur
	Excise duty & Service Tax	56.52	2012-13	Commissioner of Excise, Raipur
Income Tax Act, 1961	Excise duty & Service Tax	69.06	2012-13	CESTAT, New Delhi
	Income Tax	244.99	2004-05	High court of Chhattisgarh
	Income Tax	448.11	2010-11	ITAT Chhattisgarh
Central Sales Tax Act & CG VAT Act	Income Tax	341.29	2009-10	ITAT Chhattisgarh
	Commercial Tax	52.25	2005-06	Add. Commissioner of Commercial Tax, Ryp



- X The Company has no accumulated losses and has not incurred any cash losses at the end of financial year covered by audit or in the immediately preceding financial year.
- XI Based on our audit procedures and according to the information and explanation given to us, we are of the opinion that the Company has not defaulted in repayment of dues to financial institutions, banks.
- XII In our opinion and according to the information & explanations given to us, the Company has not granted any loans and advances on the basis of security by way of pledge of shares, debentures and other securities of a similar nature and hence maintenance of documents and records relating to such items are not applicable.
- XIII In our opinion, the Company is not a chit fund or a nidhi / mutual benefit fund/society.
- XIV In our opinion and according to the information & explanations given to us, the company has maintained proper records of the contracts related to investments in shares, and timely entries have been made therein and the shares have been held by the Company except investment in Joint venture project with Chhattisgarh Captive Coal mines Limited where of 10000 shares (Previous Year 10000 shares) are held in the name of chairman of the company Mr. Suresh Goel as nominee.
- XV In our opinion and according to the information & explanations given to us, the Company had given corporate guarantee for loans taken by others from banks or financial institutions and their terms and condition are not prejudicial to the interest of the company.
- XVI Based on our audit procedure and according to information and explanations given to us, Term Loans have been applied progressively for the purpose for which the loans were obtained.
- XVII According to the information and explanation given to us and on an overall examination of the Balance Sheet of the Company, we are of the opinion that the funds raised on short term basis have nominally been used for long term investments & not visa versa.
- XVIII The Company has made preferential allotment of 79300 (PY 1,99,117) shares to the parties and companies covered in the register maintained under Section 301 of the Companies Act, 1956.
- XIX The company did not have issued any debentures during the year.
- XX The Company has not raised any money by public issues during the year.
- XXI In our opinion and according to the information and explanations given to us, no fraud on or by the Company has been noticed or reported during the year.

For, R.K.Singhania & Associates

Chartered Accountants

Registration No. 04435C



(Ramesh Kumar Singhania)

Partner

M. No - 41880

Raipur, 26th August, 2014

SHRI BAJRANG POWER & ISPAT LIMITED

Cash Flow Statement as at 31st March, 2014

(Amount in Rs.)

	As At31.03.2014	As At31.03.2013
A CASH FLOW FROM OPERATING ACTIVITIES		
Net Profit before Tax	45,167,265	298,593,813
ADJUSTMENTS FOR:		
Depreciation	668,270,418	265,043,426
Financial Costs	868,810,601	229,113,986
Interest Income	(29,433,292)	(10,437,782)
Dividend Income	(1,367)	(1,440)
Net Gain on Sale of Investment	-	8,674
Net Gain on Sale of Fixed Asset	678,504	(546,718)
OPERATING PROFIT BEFORE WORKING CAPITAL CHANGES	1,553,492,130	781,773,959
ADJUSTMENTS FOR CHANGE IN CURRENT ASSETS& LIABILITIES:		
(Increase)/Decrease in Inventories	(516,903,415)	(167,724,082)
(Increase)/Decrease in Trade Receivables	(124,086,976)	360,764,044
(Increase)/Decrease in Other Current Assets	(269,454,024)	(916,997,885)
Increase/(Decrease) in Current Liabilities & Provisions	1,045,772,833	398,448,685
CASH GENERATED FROM OPERATIONS	1,688,820,548	456,264,722
Direct Taxes Paid/Deducted at Source	44,191,346	62,551,281
NET CASH FROM OPERATING ACTIVITIES	A 1,644,629,202	393,713,441
B CASH FLOW FROM INVESTING ACTIVITIES		
Deletion/(Addition) to Tangible Assets	(1,395,201,700)	(4,312,425,537)
Increase/(Decrease) in Long-Term Loans & Advances	7,322,775	235,944,183
Sale of Tangible Asset	22,466,086	20,148,767
Dividend Income	1,367	1,440
Interest Income	29,433,292	10,437,782
(Purchase)/Sale of Non-current Investments	(2,386,879)	271,141,764
NET CASH USED IN INVESTING ACTIVITIES	B (1,338,365,058)	(3,774,751,602)
C CASH FLOW FROM FINANCING ACTIVITIES		
Proceeds from Long-Term Borrowings (Net)	(176,550,896)	2,634,919,441
Proceeds from issued of Share Capital (incl. Application Money & Premium)	375,999	487,353,000
Increase/(Decrease) in Short-Term Borrowings	889,936,369	495,111,970
Financial Costs	(868,810,601)	(229,113,986)
NET CASH USED IN FINANCING ACTIVITIES	C (155,049,129)	3,388,270,424
NET INCREASE/(DECREASE) IN CASH & CASH EQUIVALENTS (A+B+C)	151,215,014	7,232,263
Cash and Cash Equivalents at the beginning of the year	66,807,513	59,575,251
Cash and Cash Equivalents at the end of the year	218,022,528	66,807,514
Components of cash and cash equivalents as at		
Cash in hand	25,312,988	6,716,869
With banks	192,709,541	60,090,645
	218,022,528	66,807,514

Notes :

- Figures for the previous year have been regrouped/rearranged wherever found necessary.
- The Cash Flow Statement has been prepared under the "Indirect Method" as set out in Accounting Standard - 3 on Cash Flow Statement issued by the Institute of Chartered Accountants of India.
- Interest charges excludes interest capitalised Rs. 194231184/- (P.Y. Rs. 305826168/-).

As per our report of even date

For, R.K. Singhania & Associates

Chartered Accountants

(Registration No. 004435C)

Ramesh Kumar Singhania
Partner

Membership No.41880
Raipur, 26th August, 2014

Pawan Goel

Chief Finance Officer

Chandrakant Shah
Company Secretary

For and on behalf of the Board of

Suresh Goel, Chairman

Narendra Goel, Managing Director

SHRI BAJRANG POWER & ISPAT LIMITED

BALANCE SHEET AS AT 31ST MARCH, 2014

(Amount in Rs.)

Particulars	Note No.	As At 31.03.2014	As At 31.03.2013
I. EQUITY AND LIABILITIES			
<i>(1) Shareholders' Fund</i>			
(a) Share Capital	2.01	129,930,300	129,137,300
(b) Reserve & Surplus	2.02	4,196,293,954	3,855,918,954
<i>(2) Share application money pending allotment</i>			
		25,000,000	50,000,000
<i>(3) Non-Current Liabilities</i>			
(a) Long-Term Borrowings	2.03	4,212,138,843	4,388,689,738
(b) Deferred Tax Liabilities (Net)	2.04	70,388,597	157,795,608
(c) Long-Term Provisions	2.05	17,439,384	11,974,286
<i>(4) Current Liabilities</i>			
(a) Short-Term Borrowings	2.06	3,100,426,846	2,210,490,477
(b) Trade Payables		1,295,418,442	402,954,205
(c) Other Current Liabilities	2.07	1,348,099,993	1,204,233,490
(d) Short-Term provisions	2.08	35,269,651	31,292,655
TOTAL		14,430,406,010	12,442,486,714

II. ASSETS

(1) Non-current Assets

(a) Fixed Assets

(i) Tangible Assets	2.09	7,832,618,221	6,410,745,296
(ii) Capital work-in-progress		905,423,978	1,623,510,212
(b) Non-current investments	2.10	151,507,471	149,120,592
(c) Long-term loans and advances	2.11	208,559,606	215,882,381

(2) Current Assets

(a) Inventories	2.12	2,310,016,323	1,793,112,908
(b) Trade Receivables	2.13	528,265,336	404,178,360
(c) Cash and cash equivalents	2.14	218,022,528	66,807,514
(d) Short-Term loans and advances	2.15	1,933,686,322	1,665,848,990
(e) Other current assets	2.16	342,306,224	113,280,460

TOTAL **14,430,406,010** **12,442,486,714**

See accompanying Accounting Policies and Notes to Basic financial statements 1 & 2

For and on behalf of the Board

As per our attached report of even date.

For, R.K. Singhania & Associates

Chartered Accountants

(Registration No. 004435C)

Ramesh Kumar Singhania

Partner

Membership No. - 041880

Raipur, 26th August, 2014

Pawan Goel
Chief Finance Officer

Chandrakant Shah
Company Secretary

Suresh Goel, Chairman

Narendra Goel, Managing Director

SHRI BAJRANG POWER & ISPAT LIMITED
PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED 31st MARCH, 2014

(Amount in Rs.)

Particulars	Notes	Financial Year Ended 31.03.2014	Financial Year Ended 31.03.2013
I. Revenue From Operations	2.17	11,640,169,756	8,103,513,886
II. Other Income	2.18	33,285,759	15,282,725
III. Total Revenue (I + II)	TOTAL	11,673,455,516	8,118,796,611
IV. Expenses			
Cost of Materials Consumed	2.19	8,535,439,383	6,383,023,660
Purchase of Stock in Trade		477,727,326	168,706,357
(Increase) / Decrease In Stock in Trade	2.20	73,833,307	(116,409,766)
Employees benefit Expenses	2.21	273,913,450	141,244,146
Financial Costs	2.22	868,810,601	229,113,986
Depreciation	2.09	668,270,418	265,043,426
Other Manufacturing Expenses	2.23	583,113,282	642,559,291
Other Administrative Expenses	2.24	68,047,363	45,917,710
Other Selling & Distribution Expenses	2.25	79,133,119	61,003,988
	TOTAL	11,628,288,250	7,820,202,798
V. Profit Before Exceptional And Extraordinary Items And Tax (III-IV)		45,167,265	298,593,813
VI. Exceptional items		-	-
VII. Profit Before Extraordinary Items And Tax (V-VI)		45,167,265	298,593,813
VIII. Extraordinary Items		-	-
IX. Profit Before Tax (VII- VIII)		45,167,265	298,593,813
X. Tax expenses:			
Net current Tax	2.26	(183,217,726)	(42,937,095)
Deferred Tax		(87,407,011)	104,823,682
XI Profit (Loss) for the period from continuing operations (VII-VIII)		315,792,002	236,707,226
XII Profit/(loss) from discontinuing operations		-	-
XIII Tax expense of discontinuing operations		-	-
XIV Profit/(loss) from Discontinuing operations (after tax) -(XII-XIII)		-	-
XV Profit (Loss) for the period (XI + XIV)		315,792,002	236,707,226
XVI Basic / Diluted Earnings Per Equity Share	2.27	24.44	20.19

See accompanying Accounting Policies and Notes to Basic financial statements 1 & 2

As per our attached report of even date.

For, R.K. Singhania & Associates

Chartered Accountants

(Registration No. 004435C)

Ramesh Kumar Singhania
Partner

Membership No. - 041880

Raipur, 26th August, 2014

For and on behalf of the Board

Suresh Goel

Suresh Goel, Chairman

Narendra Goel
Narendra Goel, Managing Director

Pawan Goel
Pawan Goel
Chief Finance Officer

Chandrakant Shah
Chandrakant Shah
Company Secretary



SHRI BAJRANG POWER & ISPAT LIMITED

1. Significant Accounting Policies :

Corporate Information :

Shri Bajrang Power & Ispat Limited (Borjhara Division, TMT Division & Tilda Division) is engaged in the manufacturing of Sponge Iron, Billets, Pellets, TMT Bars, Wire rod, Filter Cake, Ferro Alloys and generation of electricity.

Significant Accounting Policies

1.01 Basis Of Preparation Of Financial Statements :

- (i) The financial statements have been prepared on Historical Cost convention in accordance with the generally accepted accounting principles ("GAAP") and the provisions of the Companies Act, 1956 and the applicable Accounting Standards in India.
- (ii) The Accounting policies have been consistently applied by the company with those used in previous year.

1.02 Use Of Estimates:

The preparation of financial statements requires estimates and assumptions to be made that affect the reported amount of assets and liabilities on the date of the financial statements and the reported amount of revenues & expenses during the reported period. Difference between the actual results and the estimates are recognised in the period in which the results are known / materialised.

1.03 Tangible Assets

- (i) Fixed Assets are stated at acquisition cost less depreciation. Cost includes related taxes, duties, freight, insurance etc attributable to acquisition and installation of assets and borrowing cost incurred up to the date of commencing operations, but excludes duties and taxes that are recoverable subsequently from the taxing authorities.
- (ii) The various expenditure incurred during the construction stage and up to the date of commercial production for setting-up the relevant project are grouped under the head "Pre-operative Expenditure" and allocated to related assets on pro-rata basis.
- (iii) Asset Under Construction as at the Balance sheet date are shown as Capital Work in Progress.
- (iv) If any Fixed Asset disposed/ sold its Losses or Gain is Recognise in Profit and Loss Account.
- (v) The Tangible Assets purchased from other units of the company are stated at prevailing market price.

1.04 Depreciation / Amortisation

- (i) Depreciation is provided on Straight Line Method based on estimated useful life of the assets which is same as envisaged in schedule XIV of the Companies Act, 1956.
- (ii) Depreciation on fixed assets purchase/disposed off during the year is provided on pro-rata basis.
- (iii) Free-hold land are not depreciated/amortized.
- (iv) Leasehold Land is amortised over the period of lease.
- (v) Expenditure of amount below Rs. 5000/- had been written of in full.

1.05 Investments

- (i) Long Term Investments are stated at cost including directly attributable cost. A provision for diminution in the value of long term investments is made only if such is other than temporary, in the opinion of Management.
- (ii) Current Investments are stated at lower of cost and fair value.



1.06 Inventories

- (i) Inventories are valued at lower of cost and net realizable value after providing cost of obsolescence if any.
- (ii) Cost of Raw Materials and stores & spares are computed on FIFO basis and cost of Finished Goods are computed on Weighted average basis.
- (iii) Cost of Finished Goods includes direct materials, labour, conversion and proportion of manufacturing overheads incurred in bringing the inventories to their present location and condition.
- (iv) Inventory of Carbon Credit is recognized on the basis of certificate to be received of CERs from CDM board and valued at net Relizable value.

1.07 Excise Duty

- (i) The Excise Duty in respect of closing inventory of finished goods is provided in books of account and included as part of inventory.
- (ii) CENVAT Credit relating to raw materials/components are debited under short term loans and advances for availing credit against CENVAT and credited to respective materials/component account.

1.08 Revenue recognition

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the company and the revenue can be reliably measured.

(i) Sale of Finished Products

Revenue is recognised when the significant risks and rewards of ownership of the goods have passed to the buyer. Sales and Operational income is inclusive of Excise duty, Sales Tax, Job Work Charges but net of Returns, Rebate & discount.

Discloser of Turnover is made in accordance with ASI 14 on 'Disclosure of Revenue from Sales Transactions' issued by Institute of Chartered Accountants of India, with reference to Accounting standard - 9 that means Excise Duty deducted from turnover (gross) is the amount that is included in the amount of turnover (gross) and not the entire amount of liability arised during the year.

Proceeds in respect of sales/disposal of raw materials is credited to the raw material purchase account.

(ii) Sale of Electricity

Revenue from Power Supply is accounted for on the basis of billing to consumers and generally all consumers are billed on the basis of recording of consumption of energy by installed meters. Shortfall of Power Unit supplied and Actual Received is recorded as Power Sale Discount and its charges recorded in Profit and Loss Account.

(iii) Interest

Revenue is recognised on accrual basis taking into account the amount outstanding and the rate applicable.

(iv) Income on Investment

Income from investment is recognised based on the terms of investments. Profit on sale of Investment is accounted on sale of such investment. Income from Mutual fund scheme having fixed maturity Plans is accounted on declaration of dividend or on maturity of such investment.

(v) Carbon Credit (Certified Emission Reduction)

Revenue is recognized in accordance with Approved Consolidated Monitoring Methodology issued by United Nation Framework Convention of Climate Change (UNFCCC) on accrual basis of accounting, assuming the CER will be certified & received in future from CDM board.

(vi) Renewable Energy Certificates

Revenue is recognised when the Company received certification of quantity of Renewable Energy Certificates and on the basis of eligible claims made by the Company.



1.09 Borrowing Cost

Interest and other costs in connection with the borrowing of the funds to the extent related/attributed to the acquisition/construction of fixed assets are capitalized only with respect to qualifying fixed assets i.e. those which take substantial period of time to get ready for its intended use. All other Borrowing cost is charged to Profit and Loss Account.

1.10 Contingent Liabilities

Liabilities which are material and whose future outcome cannot be reasonably ascertained are treated as contingent and not provided for and disclosed by way of notes to the accounts.

1.11 Taxes on Income

(i) Provision for current tax is made after taking into consideration benefits admissible under the provisions of the Income Tax Act, 1961. Deferred tax resulting from "timing difference" between book profit and taxable profit is accounted for using the tax rate and laws that have been enacted or substantially enacted as on the balance sheet date. The deferred tax asset is recognised and carried forward only to the extent that there is reasonable certainty that the asset will be realised in future.

(ii) The company recognises MAT credit available as an asset only to the extent that there is convincing evidence that the company will pay normal income tax during the specified period, i.e., the period for which MAT credit is allowed to be carried forward. In the year in which the company recognises MAT credit as an asset in accordance with the Guidance Note on Accounting for Credit Available in respect of Minimum Alternative Tax under the Income-tax Act, 1961, the said asset is created by way of credit to the statement of profit and loss and shown as "MAT Credit Entitlement." The company reviews the "MAT credit entitlement" asset at each reporting date and writes down the asset to the extent the company does not have convincing evidence that it will pay normal tax during the specified period.

1.12 Forward Currency Transactions

(i) Foreign currency transactions are recorded in the reporting currency, by applying to the foreign currency amount the exchange rate between the reporting currency and the foreign currency at the date of transaction.

(ii) Foreign currency monetary items are reported using closing rate. Non-monetary items which are carried in terms of historical cost denominating in a foreign currency are reported using the exchange rate at the date of transaction and non-monetary items which are carried at fair value or other similar valuation denominated in a foreign currency are reported using the exchange rates that existed when the values are determined.

(iii) Exchange differences arising on the settlement of monetary items or on reporting company's monetary items at the rates different from those at which they were initially recorded during the year, or reported in previous financial statements, are recognised as income or as expense in the year in which they arise. Exchange differences arising in respect of fixed assets acquired from outside India are capitalised as a part of fixed assets.

(iv) All loans and deferred credits repayable in foreign currency and outstanding at the close of the year are expressed in Indian currency at the appropriate rates of exchange prevailing as on the date of the balance sheet.

(v) In respect of transactions covered by Forward Foreign Exchange Contracts, the difference between the forward rate and exchange rate at the inception of contract is recognized as income or expenses over the life of the contract except for contracts relating to liabilities incurred for purchase of Fixed Assets, the difference thereof is adjusted in the carrying amount of respective Fixed Assets.

(vi) The loss/gain in respect of currency hedge transactions, where the certainties of liability/gain is not ascertainable as on the date of balance sheet, are recognized and accounted for on the actual date of final settlement of such transactions and where the amount of such gain/loss to the extent ascertainable on the date of balance are recognized on accrual basis.



1.13 Employee Benefits

(i) Defined Contribution plan

Company's contribution to Provident Fund and Employees' state Insurance is charged to Profit and Loss Account. The Company makes monthly contributions and has no other obligation other than the contribution Payable to respective authorities.

(ii) Defined Benefit plan

Company's Liabilities towards gratuity are recognised as an expense in the Profit and Loss account for the year in which the employee has rendered services. The expense is determined using actuarial valuation techniques & assumptions. Actuarial gains/losses are immediately taken to statement of profit and loss and are not deferred

Value of encashable leave are encashed during the year is equivalent to one month salary and charged to Profit & Loss Account.

1.14 Provisions

Provisions are recognized, where the company has any legal or constructive obligation or where reliable estimate can be made for the amount of the obligation and as a result of past events, for which it is probable that an outflow of economic benefits will be required to settle the obligation at the balance sheet date. These are reviewed at each balance sheet date and adjusted to reflect the current best estimates.

1.15 Impairment of Assets

The Company assesses at each balance sheet date whether there is any indication that any asset may be impaired. If any such indication exists, the carrying value of such assets is reduced to its estimated recoverable amount and the amount of such impairment loss is charged to profit & loss account. If at the balance sheet date there is an indication that previously assessed impairment loss no longer exists, then such loss is reversed and the asset is restated to that effect.

1.16 Cash and Cash equivalents

Cash and Cash equivalents in the balance sheet comprise cash at bank and in hand.

1.17 Segment Reporting Policies

Identification of Segment

The company's operating businesses are organized and managed separately according to the nature of product and services provided, with each segment representing a strategic business unit that offers different products and serves different markets. the analysis of geographical segments is based on the areas in which major operating divisions of the company operate.

Inter Segment Transfer

The company generally accounts for inter segment sales and transfers as if the sales or transfers were to third Parties at current market Prices.

Allocation of common Costs

Common allocable cost are allocated to each segment according to the reasonable basis of each segment to the common costs.

Unallocated Items

The corporate and other segment includes general corporate income and expense items which are not allocated to any business segment.

1.18 Earnings Per Share

Basic earnings per share are calculated by dividing the net profit or loss for the period attributable to equity shareholders by weighted average number of equity shares outstanding during the period.

For the Purpose of calculating Diluted Earning Per Share the net profit or loss for the period attributable to equity shareholders by weighted average number of equity shares outstanding during the year are adjusted for the effect of all dilutive potential Equity share.



1.19 Preliminary Expenses

As per the provision of Accounting Standard- 26 issued by Institute of Chartered Accountants of India , preliminary expenses have been written off in full in the year in which incurred.

1.20 Government Grant

Government Grant is recognised only when there is reasonable certainty of its collection. Infrastructure capital subsidy received is treated as Capital Reserve being "Subsidy in the nature of Promoter's Contribution" .

2. Notes on Accounts of the Financial Statement for Financial Year Ended 31.03.2014

2.01 SHARE CAPITAL

(Amount in Rs.)

PARTICULARS	AS AT 31.03.2014	AS AT 31.03.2013
(A) Authorised, Issued, Subscribed and paid-up share capital		
Authorised Share Capital		
6,00,00,000 Equity Shares of Rs. 10/- each [Previous Year 6,00,00,000 Equity Shares of Rs. 10/- each]	600,000,000	600,000,000
	600,000,000	600,000,000
Issued, Subscribed & Fully Paid-up Share Capital		
1,29,93,030 Equity Shares of Rs. 10/- each fully paid up [Previous year 1,29,13,730 Equity Shares of Rs. 10/-]	129,930,300	129,137,300
TOTAL	129,930,300	129,137,300

(b) Reconciliation of number of equity shares outstanding at the beginning and at the end of the year

(Amount in Rs.)

PARTICULARS	AS AT 31.03.2014	AS AT 31.03.2013
No of shares outstanding as at the beginning of the year	12,913,730	11,289,220
Add : Number Of Shares Allotted During The Year	79,300	1,624,510
Number of shares outstanding as at the end of the year	12,993,030	12,913,730

(c) Shares in the company held by each shareholder holding more than 5% shares

Name of the shareholder	AS AT 31.03.2014		AS AT 31.03.2013	
	No. of shares	%	No. of share	%
Atlanta Securities Private Limited	2039500	15.70	2039500	15.79
Banka Finance & Securities Pvt. Ltd.	2078381	16.00	2078381	16.09
Bonus Dealcom Pvt Ltd.	717300	5.52	717300	5.55
Shri Bajrang Alloys Limited	NA	NA	NA	NA
Sukanya Merchandise Pvt Ltd	NA	NA	NA	NA

(d) The Company has only one class of shares referred to as equity shares having a par value of 10/-. Each holder of equity shares is entitled to one vote per share.



2.02 RESERVES & SURPLUS

(Amount in Rs.)

PARTICULARS	AS AT	AS AT
	31.03.2014	31.03.2013
Securities Premium Reserve		
Balance as per last financial statements	1,407,025,700	935,917,800
Add : Addition during the year	24,583,000	471,107,900
Less : Transfer on Merger	-	-
Closing Balance	1,431,608,700	1,407,025,700
Surplus/(deficit) in the statement of profit and loss		
Balance as per last financial statements	2,226,250,505	1,989,543,281
Add: Current year Surplus	315,792,002	236,707,226
Add: Transfer on Merger	-	-
Less : Transfer on Merger	-	-
Net Carried Forward Surplus	2,542,042,507	2,226,250,507
Capital Subsidy *		
Balance as per last financial statements	110,742,999	110,742,999
Add : Addition during the year	-	-
Closing Balance	110,742,999	110,742,999
Amalgamation Reserve		
Balance as per last financial statements	111,899,748	111,899,748
Add : Addition on Account of Merger	-	-
Closing Balance	111,899,748	111,899,748
TOTAL	4,196,293,954	3,855,918,954

Note: Profit for the year has not been appropriated for the purpose of distribution of dividend and its tax.

2.03 LONG TERM BORROWINGS

(Amount in Rs.)

PARTICULARS	AS AT	AS AT
	31.03.2014	31.03.2013
(a) Term Loans From Banks *		
Secured Loan		
Term Loans from Syndicate Bank (Repayable in 3 instalments starting from August 2012 and last instalment falling due on August 2014.	-	90,000,000
Term Loans from State Bank of India (Repayable in Quaterly 26 instalments starting from December 2013 and last instalment falling due on March 2020.	1,115,279,023	846,240,720
Term Loans from Bank of India (Repayable in 78 Monthly instalments starting from October 2013 and last instalment falling due on March 2020.	674,000,000	758,000,000
Term Loans from Bank of Baroda (Repayable in 78 Monthly instalments starting from Octpber 2013 and last instalment falling due on March 2020.	1,473,216,947	947,156,951
Term Loans from Karnataka Bank (Repayable in 78 Monthly instalments starting from October 2013 and last instalment falling due on March 2020.	337,412,520	379,195,446



Term Loans from UCO bank (Repayable in 78 Monthly instalments starting from October 2013 and last instalment falling due on March 2020.		709,799,261
Term Loans from Karnataka bank (Repayable in 36 instalments starting from October 2014 and last instalment falling due on September 2017.	116,667,130	
(b) Term Loans From Others**		
Secured Loan		
L & T Infrastructure Finance Company Limited (Repayable in 72 instalments starting from December 2012 and last instalment falling due on November 2018).	59,587,702	514,583,333
L&T Fincorp Limited (Repayable in 66 instalments starting from July 2013 and last instalment falling due on December 2018).	337,649,109	
(c) Long Term Maturities' of Finance Lease Obligations ***		
Secured Loan		
(Hypothecated by Asset Acquired under Finance Lease)	55,007,896	32,144,182
(c) Loans And Advances From Related Parties		
Unsecured :		
a) From Director & its Relative	-	111,569,845
b) From Corporate Body	43,318,516	-
TOTAL	4,212,138,843	4,388,689,738

Note : There is no default, continuing or otherwise, as at the balance sheet date, in repayment of any of the above loans

Note : Current Maturities of Long term debts disclosed under the head "other current liabilities"

Security and terms & conditions for above loans from Banks : *

The Term Loan granted under consortium finance from State Bank of India, Commercial Branch, Bhilai working as a lead banker, Bank of Baroda, Mid-corporate banking Branch, The Jammu & Kashmir Bank Ltd., Bank of India, Karnataka Bank and UCO Bank of India, Raipur are secured by:

- Hypothecation of plant and machinery and other movable assets and EM of Leasehold (from CSIDC) factory land at village: Borjhara, Urla Industrial Estate, Raipur (C.G.), Area of land 21.25 acres on pari-passu basis with other participating term lenders.
- EM of 39.15 acres of free hold factory land at village: Borjhara, Urla Industrial Estate, Raipur (C.G.) on first parri-passu basis.
- First parri-passu charge with other participating lenders on the entire Fixed assets of Gondwara Divisions, along with EM of the land situated at khasara No. 2/1, 22, 23/2, 25, 26, 27/2, 30/1, 30/2, 32, 33 admeasuring 4.039 Hectare situated at Vill : Gondwara, Industrial Estate, Urla, Raipur(C.G.)
- First mortgage charge on the company's present and future movable Immovable assets on parri passu basis with other participating lenders. Assignments of all projects contract (including insurance policies right Titles to SBI/other lenders).
- First charge on all the bank accounts of the borrower related to the project Through which the disbursement of term loan is being made.
- Equitable Mortgage on pari passu basis in favour of lenders on 312.60 acres Land (excluding the 37.4 acres of the land for green belt which cannot be diverted) at Raipur (C.G.).
- Pari-passu charge on all the project's bank account including but not limited to the trust & retention account (TRA) opened at CB, Bhilai where all cash inflows from the project are deposited and all the proceeds shall be utilized in a manner and priority to be decided by the Lenders.



Personal Guarantee of director :

Shri Suresh Goel S/o. Late Hari Ram Goel
 Shri Rajendra Goel S/o. Late Hari Ram Goel
 Shri Narendra Goel S/o. Late Hari Ram Goel

Third Party Guarantee :

Shri Anand Goel S/o. Late Hari Ram Goel
 Shri Sandeep Goel S/o. Shri Suresh Goel
 Shri Dinesh Goel S/o. Shri Suresh Goel

Corporate Guarantee :

M/s. Shri Bajrang Alloys Limited
 M/s. Swastik Mercantile Limited
 M/s. Shimmer Investment Pvt. Limited

*** Security and terms & conditions for above loans from Karnataka Bank :**

Hypothecation of all the movable assets in respect of Hot rolling mill plant to be installed at Unit I of the company in the above property (including movable plant and machinery, machinery spares, tools and accessories).

**** Security and terms & conditions for above loans from Others :**

The Term Loan from L & T Infrastructure Finance company Limited & L&T Fincorp Limited (Non Banking financial Institution) are secured by "second pari pasu" charged by all movable assets including all current assets of the Company. The above loans are additionally secured by pledge of 26% shares (as on the date of pledge of shares) of the company in the name of corporate shareholders and also pledge of 40% share (as on the date of pledge of shares) of the Shri Bajrang Energy Private Limited in the name of director & relatives alongwith Demand Promissory Note.

*** In respect of Fixed Assets acquired on finance lease as per Accounting Standard on Leases (AS-19), the minimum lease rentals outstanding as on 31st March, 2014 are as follows:

Due	(Amount in Rs.)					
	Total Minimum Lease Payments Outstanding as at		Interest not due		Present Value of the minimum lease payments as at	
	31.03.14	31.03.13	31.03.14	31.03.13	31.03.14	31.03.13
Not later than one year	63148589	36994444	9279524	5497304	53869065	31497140
Later than one year and not later than five years	63419946	37862861	8412051	5718679	55007896	32144182

2.04 DEFERRED TAX LIABILITIES (NET)

(Amount in Rs.)

PARTICULARS	(Amount in Rs.)	
	AS AT 31.03.2014	AS AT 31.03.2013
Deferred Tax Liabilities		
On Account of Depreciation - Opening	332,009,382	98,290,553
Add : Charge during the year	164,965,133	233,718,829
Closing	496,974,515	332,009,382
Less : Deferred Tax Assets		
On Account of Bonus, Leave Encashment & Gratuity - Opening	(6,176,312)	(4,852,278)
Add : Charge during the year	(5,697,182)	(1,324,034)
Closing	(11,873,494)	(6,176,312)
On Account of MAT & Carried forward Losses - Opening	(168,037,462)	(40,466,349)
Add : Charge during the year	(246,674,962)	(127,571,113)
Closing	(414,712,424)	(168,037,462)
Deferred Tax Liabilities (Net)	70,388,597	157,795,608



In accordance with "Accounting Standard – 22" issued by the "Institute of Chartered Accountants of India", the Company has recognised net of deferred tax assets and deferred tax liability amounting to Rs. 70388597/- as on 31/03/2014 under a separate head "Deferred Tax Liabilities". Net of deferred tax liability and asset for the year amounting to Rs. (87407011)/- has been recognised in the Profit & Loss Account.

Deferred tax liability/assets is not provided only for timing differences in view of the benefits available u/s 80IA of the Income-tax Act. Deferred tax assets on MAT credit has been created by considering the future benefits.

2.05 LONG TERM PROVISIONS

(Amount in Rs.)

PARTICULARS	AS AT	AS AT
	31.03.2014	31.03.2013
Provision for employee benefits		
Gratuity Payable	16,371,581	11,520,894
Salary Payable	1,067,803	453,392
TOTAL	17,439,384	11,974,286

2.06 SHORT TERM BORROWINGS

(Amount in Rs.)

PARTICULARS	AS AT	AS AT
	31.03.2014	31.03.2013
Loans Repayable on Demand		
Secured :		
Cash Credit Limit (State Bank of India)	1,014,559,774	636,563,926
Cash Credit Limit (Bank of Baroda)	1,504,547,195	1,018,792,929
Cash Credit Limit (Bank of Maharashtra)	581,319,877	555,133,622
TOTAL	3,100,426,847	2,210,490,477

Note : There is no default, as at the balance sheet date, in service of interest of above Loans

Security and terms & conditions for above loans from Banks : *

Working Capital Facilities, granted under a consortium finance from State Bank of India, Commercial Branch, Bhilai working as a lead banker are secured by hypothecation of entire stocks of raw material, finished goods, stocks in trade, Stores and spares, packing material, and other current assets of the company at their factory premises or at some other as approved by bank including goods in transit, outstanding moneys, books in debt, receivable etc. on first parri-passu basis with other consortium member viz. Bank of Baroda and Bank of Maharashtra.

2.07 OTHER CURRENT LIABILITIES

(Amount in Rs.)

PARTICULARS	AS AT	AS AT
	31.03.2014	31.03.2013
Current Maturities of Long term Borrowings from Bank		
Secured :		
Term Loans from State Bank of India	-	95,074,426
Term Loans from Bank of Baroda	-	53,014,361
Term Loans from The Jammu & Kashmir Bank	-	3,859,373
Term Loans from Syndicate Bank	90,034,521	79,122,244
Term Loans from Bank of Baroda		
Term Loans from State Bank of India	126,877,206	49,034,744



Term Loans from Bank of India	99,479,894	42,000,000
Term Loans from Bank of Baroda	184,440,000	52,908,567
Term Loans from Karnataka Bank	41,815,685	20,883,793
Term Loans from UCO bank	-	40,291,281
Term Loans from Karnataka Bank	23,344,641	
L & T Infrastructure Finance Company Limited	16,250,004	115,832,652
L&T Fincorp Limited	92,083,332	-

Current Maturities of Finance Lease Obligations

Secured :	53,849,620	31,422,482
Other Payables		
Creditors for Capital goods *	360,139,606	401,031,511
Advances from Customers **	112,222,291	71,695,984
Excise Duty Payable on Closing Stock	67,527,060	84,366,858
Sales Tax & Entry Tax Payable	3,829,862	11,238,754
Service Tax payable	1,546,117	1,120,033
TDS Payable	8,775,271	5,944,728
Other Expenses payables	65,884,884	45,391,699
TOTAL	1,348,099,993	1,204,233,490

Debts due by Company / Firm in which director is a member / Partner

* Creditors for Capital Goods stated above	77,369,379	11,142,784
** Advances from Customers stated above	34,492,659	21,708,837

2.08 SHORT TERM PROVISIONS

(Amount in Rs.)

PARTICULARS	AS AT	AS AT
	31.03.2014	31.03.2013
Provision for employee benefits	35,269,651	31,292,655
TOTAL	35,269,651	31,292,655



2.09 TANGIBLE ASSETS

Particulars	Gross Block					DEPRECIATION					NET BLOCK	
	Balance as at 01/4/2013	Addition	Deductions	Transfer **	Cost as on 31.3.2014	Upto 01/4/2013	Provided/ for the year	On disposals	Total upto 31.3.2014	Balance as at 31.3.2014	Balance as at 31.3.2013	
Freehold Land	432909315	22841538	-	-	455750853	-	-	-	-	455750853	432909315	
Leasehold Land	19803709	-	-	-	19803709	593588	231000	-	824588	18979121	19210121	
Factory Building	801005403	180298446	-	-	981303848	41687165	23632985	-	65320150	915983698	759318238	
Factory Building(Power Plant)	130585126	1547349	-	-	132132475	14761745	4342768	-	19104513	113027962	115823382	
Office Building	89383391	4848235	-	-	94231626	2664289	1457166	-	4121455	90110171	86719102	
Residential Building (Flat)	30748401	-	-	-	30748401	1353769	501199	-	1854968	28893433	29394632	
Plant & Machinery	4428349271	1777478347	21345711	-	6184481907	825765441	453659696	40056	1279385081	4905096826	3602583830	
Plant & Machinery(Power Plant)	1829076154	27201005	-	-	1856277159	602551478	150818681	-	753370159	1102907001	1226524677	
Office Equipment	12698309	2452183	-	-	15150492	1919217	653152	-	2572369	12578123	10779093	
Computer	19784992	2263692	-	-	22048684	10641640	3350080	-	13991720	8056965	9143353	
Furniture & Fixtures	14713884	4530476	-	-	19244361	4730781	1019203	-	5749985	13494376	9983103	
Vehicle	149940125	84464630	3741798	-	230662956	48863138	20928378	1902861	67888654	162774302	101076987	
Rolls	43114299	5362034	-	-	48476333	35834833	7676110	-	43510943	4965390	7279467	
TOTAL	8002112380	2113287935	25087509	-	10090312806	1591367084	668270418	1942917	2257694585	7832618221	6410745296	
Previous Year	3954865591	4069229599	21982811	-	8002112380	1322682369	271024244	2339529	1591367084	6410745296	2632183223	
b) Capital work in progress												
During the Year	1623510212	1125649494	1843735729	-	905423977	-	-	-	-	905423977	1623510212	
TOTAL	1623510212	1125649494	1843735729	-	905423977	-	-	-	-	905423977	1623510212	
Previous Year	1374292223	477493683	228275694	-	1623510212	-	-	-	-	1623510212	1374292223	



2.10 NON-CURRENT INVESTMENTS

(Amount in Rs.)

PARTICULARS	(Amount in Rs.)	
	AS AT 31.03.2014	AS AT 31.03.2013
Other Investments		
In Subsidiary Company		
Shri Bajrang Energy Pvt. Ltd. [2,01,860 (P.Y. 2,01,860) equity shares of Rs. 10/- each, fully paid-up]	100,930,000	100,930,000
In Joint Venture		
Chattisgarh Captive Coal Mining Limited [3,38,241 (P.Y. 3,17,618) equity shares of Rs. 10/- each, fully paid-up]	48,101,874	45,255,900
In Fixed Capital of Partnership Firm		
I A Energy	90,000	90,000
S B Power	510,000	510,000
Share Application Money Pending for Allotment		
Chattisgarh Captive Coal Mining Limited	-	771,765
Investment in Mutual Fund - Quoted, Fully Paid up		
SBI Infrastructure Fund -I- Growth	500,000	500,000
Investment in Debenture - Unquoted, Fully Paid up		
9.5% Non Convertible Debenture of Yes Bank Limited (1 unit of Rs. 10,00,000/- each, fully paid-up)	1,000,000	1,000,000
Investment in Shares - Quoted, Fully Paid up		
Bhushan Steel Limited (250 equity shares of Rs. 10/- each, fully paid-up)	7,786	7,786
Essar Steels Limited (100 equity shares of Rs. 10/- each, fully paid-up)	3,941	3,941
JSW Steels Limited (50 equity shares of Rs. 10/- each, fully paid-up)	10,351	10,351
Prakash Industries (100 equity shares of Rs. 10/- each, fully paid-up)	2,266	2,266
Steel Authority of India Limited (100 equity shares of Rs. 10/- each, fully paid-up)	6,471	6,471
Tata Steel Limited (50 equity shares of Rs. 10/- each, fully paid-up)	21,912	21,912
Investment in Shares - Unquoted, Fully Paid up		
Shri Bajrang Hydro Energy Limited [5,100 (P.Y. 5,100 - Subsidiary) equity shares of Rs. 10/- each, fully paid-up]	10,200	10,200
Investment in Gold Coin		
[10 numbers (P.Y. Nil) of 10 gm each]	312,670	-
TOTAL	151,507,471	149,120,592



The company has entered into Partnership with

(a) M/s I A Energy, Shimla having Profit Sharing Ratio of 9%

Name of the Partners	% Share	Fixed Capital Employed	Profit for the year
Indo aya central Transport Ltd.	51%	510,000	N.A.
Shri Bajrang Energy Private Ltd.	40%	400,000	N.A.
Shri Bajrang Power & Ispat Ltd.	9%	90,000	N.A.
Total	100%	1,000,000	

(b) M/s S B Power, Shimla having Profit Sharing Ratio of 51%

Name of the Partners	% Share	Fixed Capital Employed	Profit for the year
Shri Bajrang Power & Ispat Ltd. *	51%	510,000	N.A.
Shri Bajrang Energy Private Ltd.	49%	490,000	N.A.
Total	100%	1,000,000	

2.11 LONG TERM LOANS AND ADVANCES

(Amount in Rs.)

PARTICULARS	AS AT	AS AT
	31.03.2014	31.03.2013
(a) Capital Advances *		
Unsecured, considered good	78,925,634	137,985,057
(b) Security Deposits		
Unsecured, considered good		
Deposit with Governments Authorities and others	129,633,972	77,897,324
TOTAL	208,559,606	215,882,381

* Capital Advance stated above include advance given :

 Company in which director is a member 4,823,531

2.12 INVENTORIES

(Amount in Rs.)

PARTICULARS	AS AT	AS AT
	31.03.2014	31.03.2013
(As valued, verified and certified by the management)		
(All Stock are Valued at cost or Net realizable value which ever is Lower)		
(a) Raw Materials and components	1,088,713,728	587,727,192
(b) Finished goods	841,112,700	918,676,133
(c) Stores and spares	334,438,273	231,380,812
(d) Trading Goods	23,741,326	36,851,000
(e) Others		
- Furnace Oil	911,988	2,243,187
- Coal	21,098,308	16,234,583
TOTAL	2,310,016,323	1,793,112,907



2.13 TRADE RECEIVABLES

(Amount in Rs.)

PARTICULARS	AS AT	AS AT
	31.03.2014	31.03.2013
(a) Trade receivables outstanding for a period less than six months Unsecured, considered good *	516,453,826	392,689,901
	516,453,826	392,689,901
(b) Trade receivables outstanding for more than six months Unsecured, considered good	11,811,511	11,488,459
	11,811,511	11,488,459
TOTAL	528,265,337	404,178,360
* Trade Receivable stated above include debts due by: Company in which director is a member	2,328,870	-

2.14 CASH & CASH EQUIVALENTS

(Amount in Rs.)

PARTICULARS	AS AT	AS AT
	31.03.2014	31.03.2013
(a) Balances with banks	72,500,064	18,277,430
(b) Cash on hand	25,312,988	6,716,869
(c) Margin Money with banks	120,209,477	41,813,215
TOTAL	218,022,528	66,807,514

2.15 SHORT TERM LOANS & ADVANCES

(Amount in Rs.)

PARTICULARS	AS AT	AS AT
	31.03.2014	31.03.2013
(a) Others <i>Unsecured, considered good</i>		
Advance Recoverable in Cash or in kind or Value to be received	716,678,461	400,451,367
Advance to Supplier	1,009,255,205	743,058,878
Balance with Central Excise & Sales Tax Department	207,752,655	522,338,745
	1,933,686,322	1,665,848,990
TOTAL	1,933,686,322	1,665,848,990

2.16 OTHER CURRENT ASSETS

(Amount in Rs.)

PARTICULARS	AS AT	AS AT
	31.03.2014	31.03.2013
(Unsecured & considered good by the management)		
Prepaid Expenses	6,432,265	6,818,259
Interest Receivable	2,212,292	210,606
TDS Receivable & Advance Tax	37,386,625	2,420,071
MAT Credit Entitlement Account	296,275,042	103,831,524
TOTAL	342,306,224	113,280,460



2.17 REVENUE FROM OPERATIONS

(Amount in Rs.)

PARTICULARS	AS AT	AS AT
	31.03.2014	31.03.2013
Sale of Products	12,560,537,061	8,401,796,499
Sale of Trading Goods	272,008,909	362,456,709
Sale of Electricity	168,538,084	228,228,831
Less : Excise Duty paid	1,360,914,297	888,968,152
TOTAL	11,640,169,756	8,103,513,886

Turnover :- Class of Products	(Amount in Rs.)	
	2013-14	2012-13
TMT Bar	5,049,057,893	4,608,955,367
M.S.Round	65,170,669	138,050,965
Wire Rod	1,085,152,357	947,895,491
HB Wire	732,279,174	600,138,538
Billet/Bloom/Ingot	1,454,486,282	2,018,030,813
M.S. Bar	9,906,190	2,422,707
By Products	7,601,283	60,639,311
Fly Ash Bricks	39,984,131	41,039,556
Power	93,361,412	149,987,167
Carbon Credit	6,844,172	16,188,496
Renewal Energy Certificate	68,332,500	62,053,168
Sponge Iron	3,929,654,095	1,480,102,757
Silico Mangnese	495,583,592	438,932,581
Dolochar	303,616	244,784
Fly Ash	206,662	215,878
Silico Mang. Slag	158,832	34,811
Scrap	115,764,280	11,322,597
Pooled Iron	6,366,602	2,598,315
DEPB License & Agro Division	155,057,960	312,680,010
Iron Ore	-	42,033,240
Iron Ore Pellet	2,327,640,454	1,001,565
Pig Iron	11,294,480	-
Pitch Creosote Stores (Trading)	1,125,291	-
Trading sale (COAL)	179,224,051	-
	15,834,555,978	10,934,568,117
Less : Inter Division Transfer	4,194,386,221	2,831,054,230
TOTAL	11,640,169,756	8,103,513,887

Power sales includes free supply to Chhattisgarh State Electricity Board.



2.18 OTHER INCOME

(Amount in Rs.)

PARTICULARS	AS AT	AS AT
	31.03.2014	31.03.2013
Interest Income		
Interest on Margin Money	5,929,428	4,549,297
Other Interest Income	23,503,864	5,888,485
Other Sources :		
Profit On Sale Of Investment/Fixed Assets	64,333	551,238
Rental Income	331,535	261,600
Dividend from Non Current Investments	1,367	1,440
Insurance Claim Received	292,308	109,784
Miscellaneous Income	2,346,785	3,112,382
Sundry Balances Written Off	816,139	808,499
TOTAL	33,285,759	15,282,725

2.19 COST OF MATERIAL CONSUMED

(Amount in Rs.)

PARTICULARS	AS AT	AS AT
	31.03.2014	31.03.2013
Opening Stock	587,727,192	519,219,546
Add: Transfer on Amalgamation	-	-
Add: Purchases	9,246,259,414	6,592,780,882
	9,833,986,606	7,112,000,428
Less: Sale / Disposal	209,833,494	140,761,770
Less: Purchase Return	-	487,806
Less: Closing Stock	1,088,713,728	587,727,192
	1,298,547,222	728,976,768
Raw Material Consumed	8,535,439,384	6,383,023,660

Breakup of Raw Material Consumed

Imported	-	78,846,328
Percentage %	-	1.24
Indigeneous	8,535,439,384	6,304,177,332
Percentage %	100.00	98.76
Value of Imports on C.I.F. Basis (In Rs.)	-	78,846,328

Raw Material Consumed

(Amount in Rs.)

Class of Products	2013-14	2012-13
	Iron Ore	293,252,440
Iron Ore Pellet	1,692,065,576	149,363,416
Coal	1,832,167,517	902,993,801
Dolomite	24,349,034	18,801,047
Defective Concast Bloom	94,982,590	143,827,603
Waste & Scrap	646,863,867	471,938,772
Pig Iron	250,185,769	329,036,305
PCM Fines	21,507,215	498,111
Pooled Iron	6,675,103	7,625,858
Cast Iron	9,949,510	15,492,430
Spong Iron	1,111,978,496	1,311,624,147



Ferro	59,211,461	65,263,045
Mill Scale	914,980	-
Manganse Ore	139,546,004	113,052,583
Manganese Slag	32,330,096	16,666,262
Coke	35,563,402	60,875,790
Quartz	252,776	152,850
Rice Husk	177,427,555	180,354,707
Wood Dust	-	8,732
Fly Ash	178,213	206,072
Stone Chip	91,233	65,962
Cement	8,263,563	6,499,439
Stone Dust	70,899	17,630
Lime	18,101,388	6,485,855
Sand	358,452	-
Gypsum	1,091,738	1,231,384
Billet / Bloom / Ingot	3,665,270,003	3,622,160,872
Iron Ore Concentrate	109,164,064	2,276,661
Coke Fines	10,275,471	-
Bentonite Powder	21,209,825	47,328
Dolachar	1,795,167	1,465,750
Furnace Oil	434,401,099	1,515,379
Iron Ore Fines	1,273,048,984	-
Filter Cake	663,102,327	-
Iron ore Beneficated	87,284,856	-
R.F Oil	2,365,727	-
Ferro Manganese-Others	-	21,310,690
Filter Cake (Low Grade)	6,189,509	-
	12,731,485,909	9,023,970,046
Less : Inter Division Transfer	4,196,046,526	2,640,946,386
TOTAL	8,535,439,383	6,383,023,660

Closing Stock of Raw Material Class of Products	(Amount in Rs.)	
	2013-14	2012-13
Iron Ore	238,449,201	42,423,141
Iron Ore Pellet	73,526,554	8,420,424
Coal	202,004,772	124,764,623
Dolomite	15,645,339	7,953,837
Defective Concast Bloom	4,763,864	-
Waste & Scrap	17,177,670	15,280,145
Pig Iron	7,749,539	22,988,400
PCM Fines	-	1,315,087
Spong Iron	13,272,056	23,661,526
Ferro	1,690,896	1,087,772
Manganse Ore	179,229,779	90,756,015
Manganese Slag	32,083,821	21,929,193
Coke	28,008,272	11,723,276
Quartz	-	222,090
Mill Scale	-	914,980
Rice Husk	9,216,837	1,914,022



Stone Chip	7,847	5,396
Cement	641,847	583,489
Stone Dust	-	4,500
Lime	6,342,808	1,534,914
Furnace Oil	-	10,854,181
Gypsum	279,951	124,509
Billet	34,471,854	79,521,928
Iron Ore Fines	170,024,854	103,600,502
Bentonite Powder	1,469,414	481,512
High Carbon Dust	160,412	-
RF Oil	1,569,534	-
Dolachar	155,650	28,791
Iron Ore Concentrate	-	18,803,012
Furnace Oil	21,503,960	-
Iron Ore Pellet Fines	27,417,336	-
PCM Fines	-	1,777,802
	1,086,864,066	592,675,066
Less : Inter Division Transfer	(1,849,662)	4,947,875
TOTAL	1,088,713,728	587,727,192

2.20 INCREASE/DECREASE IN STOCK IN TRADE

(Amount in Rs.)

PARTICULARS	AS AT	AS AT
	31.03.2014	31.03.2013
Closing Stock of Finished Goods	841,112,700	918,676,133
Closing Stock of Traded Goods	23,741,326	36,851,000
	864,854,026	955,527,133
Less: Opening Stock of Finished Goods	918,676,133	784,103,050
Less: Transfer on Amalgamation	-	-
Less: Opening Stock of Traded goods	36,851,000	32,795,482
	955,527,133	816,898,532
(Increase)/ Decrease in stock of finished goods	90,673,107	(138,628,601)
(Increase) / Decrease in Excise on Closing Stock	(16,839,799)	22,218,835
Net Increase (Decrease) in stock of finished goods	73,833,308	(116,409,766)

Closing Stock Class of Products	(Amount in Rs.)	
	2013-14	2012-13
TMT	112,594,280	283,329,512
Wire Rod Coil	28,349,973	44,936,731
Waste & Scrap	11,817,483	32,136,468
Coal Tar	24,270	1,086,262
Billets	6,313,806	32,357,901
H.B. Wire	19,379,524	27,823,421
Fly Ash Bricks	3,318,258	1,938,855
M.S.Round/Bar	18,436,717	23,625,785
Sponge Iron	173,226,303	301,317,032
Dolochar	169,451	34,898
Carbon Credit	116,796,595	73,017,476
Silico Manganese	21,365,170	40,080,101



Renewal Energy Certificate	111,907,500	73,017,476
Mang. Ore	324,371	594,110
DEPB License	-	9,573,132
Fly Ash	104,768	-
Silico Mang. Slag	31,213	-
Mill Scale	2,757,506	1,424,024
Pellet	133,302,141	3,357,005
Iron Ore Filer cake	53,392,272	-
Iron Ore Tallying	48,174,880	-
Iron ore pellet fines (by product)	13,467,779	-
	875,254,259	949,650,189
Less : Inter Division Transfer	10,400,233	(5,876,944)
TOTAL	864,854,026	955,527,132

Opening Stock Class of Products	(Amount in Rs.)	
	2013-14	2012-13
TMT	283,329,512	217,057,071
Wire Rod Coil	44,936,731	52,149,682
Waste & Scrap	32,136,468	5,770,600
Coal Tar	1,086,262	650,494
Billets	32,357,901	25,113,889
H.B. Wire	27,823,421	21,971,872
Fly Ash Bricks	1,938,855	3,251,843
M.S.Round/Bar	23,625,785	26,121,581
Sponge Iron	301,317,032	236,868,152
Iron Ore Pellet	3,357,005	-
Dolochar	34,898	56,232
Carbon Credit	73,017,476	208,715,499
Silico Manganese	40,080,101	8,747,810
Renewal Energy Certificate	73,017,476	12,101,771
Mang. Ore	594,110	-
DEPB License	9,573,132	-
Mill Scale	1,424,024	-
	949,650,189	818,576,495
Less : Inter Division Transfer	(5,876,944)	1,677,963
TOTAL	955,527,132	816,898,532

During the year company has shown closing stock of carbon credit of Rs. 116796595/- (Previous Year Rs. 73017476/-), Out of which Rs. 22501997/- (Previous Year Rs. 3933698/-) is uncertified by CDM board and sales is under considration.

In accordance with ASI-14 'Disclosure of Revenue from Sales Transaction' issued by Institute of Chartered accountants of India, Differential Excise duty on Opening and Closing Stock of Finished goods amounting to Rs. (16839799)/- (P.Y. Rs. 22218835/-) has been adjusted from (increase) / decrease in Stock in Note No. 2.2.



2.21 EMPLOYEES BENEFIT EXPENSES

(Amount in Rs.)

PARTICULARS	AS AT	AS AT
	31.03.2014	31.03.2013
Salaries, Wages & Other Benefits	255,898,566	124,074,297
Contribution to Provident and Other Funds	12,619,816	7,016,603
Staff & Workers Welfare Expenses	5,395,068	10,153,246
TOTAL	273,913,450	141,244,146

2.22 FINANCIAL COSTS

(Amount in Rs.)

PARTICULARS	AS AT	AS AT
	31.03.2014	31.03.2013
Other Borrowing Cost	46,850,986	18,736,166
Interest Expenses	1,016,190,799	516,203,988
Less : Amount included in Capital Work-in- Progress ie. Capitalised	194,231,184	305,826,168
	868,810,601	229,113,986

2.23 OTHER MANUFACTURING EXPENSES

(Amount in Rs.)

PARTICULARS	AS AT	AS AT
	31.03.2014	31.03.2013
Power & Fuel	166,036,298	230,705,866
Manufacturing Wages	78,726,046	69,082,988
Consumption of Stores & Spares	218,917,765	240,648,122
Repair & Maintenance		
- Factory Building	6,306,995	2,839,173
- Plant & Machinery	48,427,279	22,962,391
Insurance Charges	4,791,862	3,773,735
Water Cess Expenses	11,646,143	10,428,750
Materials Handling & Processing	45,891,120	49,951,996
Entry Tax	1,526,131	10,795,180
Wind Mill Running Expenses	843,643	1,371,089
TOTAL	583,113,282	642,559,291

Breakup of Stores Consumed

Imported	1,422,821	1,297,337.00
Percentage %	0.65	0.54
Indigeneous	217,494,944	239,350,785
Percentage %	99.35	99.46
Value of Imports on C.I.F. Basis (In Rs.)	1,422,821	1,297,337



2.24 OTHER ADMINISTRATIVE EXPENSES

(Amount in Rs.)

PARTICULARS	AS AT	AS AT
	31.03.2014	31.03.2013
Auditor's Remuneration - For Statutory Audit	750,000	750,000
- For Tax Audit	250,000	250,000
- For Certification & Other Consultancy	60,676	9,102
Internal Auditor Remuneration	675,000	390,000
Director's Remuneration	2,100,000	2,100,000
Director's Sitting Fees	150,000	150,000
Corporate Social Responsibility	982,373	1,639,112
Insurance Expenses	1,420,735	599,993
Subscription to Association & Membership Fees	702,647	1,310,526
Loss on Sale of Fixed Assets	742,837	4,520
Loss on Sale of Investment	-	8,674
Legal & Professional Charges	5,414,327	6,133,864
Office & General Expenses	5,358,048	3,677,947
Rent, Rates and Taxes	4,937,475	2,832,579
Printing & Stationary Expenses	2,350,561	1,922,155
Registration & Renewal Fees	5,926,099	2,638,268
Environmental Expenses	1,286,855	1,004,445
Repair & Maintenance (Others)	5,465,343	3,714,271
Director's Traveling Expenses	3,286,255	2,726,312
Traveling Expenses (Other)	9,315,915	5,956,796
Testing & Inspection Charges	399,953	352,294
Communication Expenses	3,691,458	2,644,001
Canteen Expenses	4,953,933	1,265,684
Conveyance Expenses	7,826,872	3,837,166
TOTAL	68,047,363	45,917,710

2.25 OTHER SELLING & DISTRIBUTION EXPENSES

(Amount in Rs.)

PARTICULARS	AS AT	AS AT
	31.03.2014	31.03.2013
Advertisement & Publicity	25,208,922	16,912,076
Carriage Outward	1,127,094	176,319
Sales Commission	29,285,791	17,433,179
Finished Goods Handling Charges	3,092,807	7,534,468
Sales Tax, Service Tax & Custom Duty	1,760,259	1,604,651
Power Distribution Charges & Discount	7,345,768	9,528,718
Rebate & Rate Difference	627,464	410,536
Sales Promotion & Planning	10,685,014	7,404,040
TOTAL	79,133,119	61,003,988

2.26 CURRENT TAX

(Amount in Rs.)

PARTICULARS	AS AT	AS AT
	31.03.2014	31.03.2013
Current Tax (MAT)	9,036,953	60,773,855
Less : MAT Credit Entitlement	192,443,518	103,831,524
Net Current Tax	(183,406,565)	(43,057,669)
Add : Taxes for Earlier Years	188,839	120,574
	(183,217,726)	(42,937,095)



Provision for Income Tax has been made in terms of the provisions of Sec. 115JB of the Income Tax Act, 1961.

2.27 EARNING PER EQUITY SHARE

(Amount in Rs.)

PARTICULARS	AS AT	AS AT
	31.03.2014	31.03.2013
Profit / (Loss) after Taxation as per Profit & Loss Account	315,792,002	236,707,226
Weighted Avg. No. of Equity Share Outstanding	12,919,270	11,723,435
Basic / Diluted Earning / (Loss) per Share of Rs. 10/-	24.44	20.19

2.28 EMPLOYEE BENEFITS

(i) Gratuity

As per Accounting Standard 15 "Employee benefits", the disclosures as defined in the Accounting Standard are given below :

Defined Contribution Plans :-

Contribution to Defined Contribution Plans, recognised as expense for the year is as under :

	31.03.2014	31.03.2013
Employer's Contribution to Provident Fund	6,121,016	3,526,991
Employer's Contribution to Employee State Insurance	6,553,971	3,436,032

Defined Benefit Plan :-

Gratuity

The Company has a defined benefit gratuity plan. Every employee who has completed five years or more of service gets a gratuity on departure at 15 days salary (last drawn salary) for each completed year of service or part thereof in excess of 6 month and its payable on retirement / termination/ resignation. The benefit vests on the employees after completion of 5 Year of service. The gratuity liability has not been externally funded.

The present value of obligation is determined based on actuarial valuation using the Projected Unit Credit Method, which recognises each period of service as giving rise to additional unit of employee benefit entitlement and measures each unit separately to build up the final obligation.

	Gratuity (Non-funded) in Rs.	
	31.03.2014	31.03.2013
I) Reconciliation of opening and closing balances of defined benefit obligation		
Defined Benefit obligation at beginning of year	12,642,042	9,647,400
Current Service Cost	4,042,998	2,613,863
Interest Cost	1,395,493	1,003,026
Actuarial (gain) / loss	617,353	(574,536)
Benefits paid	(328,954)	(47,712)
Defined Benefit obligation at year end	18,368,932	12,642,042
II) Reconciliation of fair value of assets and obligations		
Defined Benefit obligation	16,236,476	12,642,042
Fair value of Plan assets	-	-
	16,236,476	12,642,042
Less : Unrecognised Past Service Cost	-	-
Amount recognised in Balance Sheet	16,236,476	12,642,042

Since the entire amount of plan obligation is unfunded, therefore change in the fair value of plan assets are not given. Further the entire amount of plan obligation is unfunded, therefore categories of plan asset as a percentage of the fair value of total plan assets and company's expected contribution to the plan assets in the next year is not given.



III) Expenses recognised during the year (Under the head "Staff cost" - Refer Schedule '18')

Current Service Cost	4,042,998	2,613,863
Interest Cost	1,395,493	1,003,026
Expected return on Plan assets	-	-
Actuarial (gain) / loss	617,353	(574,536)
Net Cost	6,055,844	3,042,353

IV) Investment Details :

V) Actuarial assumptions

Mortality Table (LIC) Ultimate	1994-96	1994-96
Discount rate (per annum)	8.25%	8.00%
Expected rate of return on plan assets (per annum)	-	-
Rate of escalation in salary (per annum)	5.00%	5.00%
Expected Average remaining working lives of employees Years	22.29	22.76
Principal Plan is under Payment of Gratuity Act 1972 (as amended up to date).		

The estimates of rate of escalation in salary considered in actuarial valuation, take into account inflation, seniority, promotion and other relevant factors including supply and demand in the employment market. The above information is certified by the actuary.

The expected rate of return on plan assets is determined considering several applicable factors, mainly the composition of Plan assets held, assessed risks, historical results of return on plan assets and the Company's policy for plan assets management.

(ii) Leave Encashment

The obligation for leave encashment is recognised during the year of Rs. 14858929/- (P.Y. Rs. 8239972/-), is equivalent to one month salary and charged to Profit & Loss Account.

2.29 CONTINGENT LIABILITIES

Contingent Liabilities and Capital Commitments are not provided for in respect of :- (Rs. In Lacs)

Description	31.03.2014		31.03.2013	
	Value of Liability	Margin Money	Value of Liability	Margin Money
i) Estimated amount of contracts remaining to be executed on capital accounts	-	NA	161.23	NA
ii) Claims against the Co. / disputed tax liabilities not acknowledged as debt	1,586.12	NA	691.02	NA
iii) Bank Guarantees outstanding	554.21	80.82	339.95	64.70
iv) Letter of Credit & Guarantee issued by bank	3,411.15	196.83	172.01	17.40
v) Jointly and severely corporate guarantee to the bank on behalf of Joint venture company	4,175	NA	4,175.00	NA
vi) Jointly and severely corporate guarantee to the bank on behalf of Partnership Firm	23,055	NA	-	NA



- 2.30 Balances of the sundry debtors, sundry creditors, loans and advances etc. are subject to confirmation and reconciliation.
- 2.31 The company has not received any information from any of the suppliers of their being a Small Scale Industrial Unit. Hence the amounts due to Small Scale Industrial Unit as on 31st March 2014 are not ascertainable.
- 2.32 In the opinion of the Board, the value of realization of loans, advances and current assets in the ordinary course of business will not be less than the amount at which they are stated in the balance sheet.
- 2.33 Information on Related Party as required by Accounting Standard-18, "Related Party Disclosures" issued by The Institute of Chartered Accountants of India, are given below :

i) Related Parties

a) Subsidiary (Control Exists)

- Shri Bajrang Energy Private Limited w.e.f. 31.03.2012

b) Joint Venture

- Chhattisgarh Captive Coal Mining Ltd. W.e.f. 01.04.2007

c) Associate

- Shri Bajrang Alloys Limited
 -- S. B. Multimedia (P) Limited
 -- Shri Bajrang Ispat & Plywood Limited
 -- Shimmer Investment Private Limited
 -- Swastik Mercantiles Limited
 -- Shri Bajrang Steel & Power Limited
 -- I A Energy Private Limited
 -- J.J. Re-Rollers
 -- Bajrang Rice Mills
 -- Jainarayan Hariram Goel Charitable Trust
 -- I A Energy (Partnership Firm)
 -- S B Power (Partnership Firm)
 -- Shri Bajrang Hydro Energy Private Limited

d) Key Management Personnel

- Shri Suresh Goel
 -- Shri Narendra Goel
 -- Shri Rajendra Goel

e) Relative of Key Management Personnel

- Shri Anand Goel
 -- Smt. Sarla Goel
 -- Smt. Aruna Goel
 -- Smt. Neeta Goel

ii) Transaction with Related Parties in the ordinary course of business (In Rupees)

		31.03.2014	31.03.2013	
a) Subsidiary	Purchase of Materials	-	-	
	Purchase of Fixed Assets	-	-	
	Sale of Materials	-	-	
	Investments	100,930,000	100,930,000	
	Service Received	-	-	
	Service Rendered	-	-	
	Outstandings			
	Payables	-	-	
Receivables	-	-		
b) Associates	Purchase of Materials	36,363,166	62,794,212	
	Purchase of Fixed Assets	18,809,917	78,299,426	
	Sale of Materials	281,601,254	460,851,389	
	Service Received	230,880	-	
	Interest Expenditure	1,133,676	5,741,446	
	Rent received	60,000	60,000	
	Interest Income	-	178,075	
	Outstandings			
	Investment, Loans & Advance Payable / (Receivable)	10,200	10,200	
	Payables	77,369,379	32,851,621	
	Receivables	-	-	



c) Joint Ventures	Purchase of Materials	-	-
	Purchase of Fixed Assets	-	-
	Sale of Materials	-	-
	Investments	48,101,874	46,027,665
	Service Received	-	-
	Service Rendered	-	-
	Outstandings		
	Payables	-	-
Receivables	-	-	
d) Partnership	Interest received	-	-
	Sale of Materials	25,579,215	16,551,686
	Investments	600,000	187,664,940
	Advances given	-	-
	Advances received	-	-
	Outstandings		
	Payables	-	-
Receivables	-	-	
e) Key Management	Remuneration Paid	2,100,000	2,100,000
	Interest Paid	374,130	663,314
	Purchase of Material	312,972	99,925
	Receivables	1,315,401	-

iii) Disclosure in respect of transactions which are more than 10% of the total transactions of the same type with related parties during the year

Purchase of Materials:	31.03.2014	31.03.2013
J. J. Re-Rollers	-	18,752,424
Shri Bajrang Alloys Limited	36,363,166	44,041,788
Shri Narendra Goel	312,972	99,925
Purchase of Fixed Assets:	31.03.2014	31.03.2013
J. J. Re-Rollers	-	15,607,498
Shri Bajrang Alloys Limited	18,809,917	62,691,928
Sale of Materials:	31.03.2014	31.03.2013
Shri Bajrang Alloys Limited	275,158,009	422,595,986
Shri Jainarayan Hariram Goel Charitable Trust	1,260,213	3,594,133
J. J. Re-Rollers	-	34,661,269
Shimmer Investments Pvt. Ltd.	5,178,412	-
Suresh Goel & Brothers	4,620	-
I A Energy (Partnership Firm)	25,579,215	16,551,686
Service Received:		
SB Multimedia Pvt. Ltd.	230,880	-
Service Rendered:	31.03.2014	31.03.2013
Shri Bajrang Alloys Limited	60,000	60,000
Remuneration Paid:	31.03.2014	31.03.2013
Shri Narendra Goel	1,200,000	1,200,000
Shri Rajendra Goel	900,000	900,000



Interest Paid:	31.03.2014	31.03.2013
Shri Rajendra Goel	374,130	663,314
Shri Jai Narayan Hariram Goel Charitable Trust	1,133,676	5,741,446
Interest Income:	31.03.2014	31.03.2013
J. J. Re-Rollers	-	178,075

2.34 Details of Interest of the Company in Joint Venture:

- i) Name of the Joint Venture : Chhattisgarh Captive Coal Mining Ltd.
ii) Country of Incorporation : India
iii) Principal Activities : Extraction of Coal
iv) Ownership Interest : 19.753%

The Company's interests in these joint ventures are reported as Non-current Investment (Note No. - 2.1) and stated at cost. However, the company's share of each of the assets, liabilities, income & expenses etc. are :

Particulars	(Rs. In Lacs)	
	31.03.2014	31.03.2013
Fixed Assets (including Capital WIP & Pre-operative expenses)	272.29	248.97
Investments	70.81	70.01
Cash, Bank & Loans and Advances	138.64	142.08
Loan Fund	-	-
Current Liabilities	0.70	8.48
Revenue	Nil	-
Expenses	Nil	Nil
Other Matters	-	-
Contingent Liabilities	1,027.75	1,027.75

2.35 SEGMENT-WISE REVENUE RESULTS :

Basis of preparation :

- (i) The Company's operations predominantly relate to manufacturing, generation and sale of sponge iron, billets, ferro alloys and power. The risks and rewards associated with these two businesses are significantly different. Therefore, the primary segment consists of "Iron & Steel" and "Power".
- (ii) The geographic segments identified as secondary segments are "Domestic Market" and "Export Market". Since there is no significant export market revenue, the same has not been disclosed. The entire capital employed is within India.

Business Segment	Information about business segments - Primary					
	Iron & Steel		Power		Total	
	2013-14	2012-13	2013-14	2012-13	2013-14	2012-13
(Rs. In Lacs)						
Revenue						
External Turnover (Gross)	128,325.46	87,642.53	1,685.38	2,282.29	130,010.84	89,924.82
Inter-segment Transfer	-	-	12,726.53	6,057.43	12,726.53	6,057.43
Eliminations	-	-	(12,726.53)	(6,057.43)	(12,726.53)	(6,057.43)
Total Revenue	128,325.46	87,642.53	1,685.38	2,282.29	130,010.84	89,924.82
Result						
Segment Result	(6,040.60)	3,068.87	6,492.27	(82.94)	451.67	2,985.94
Unallocated Corp. Exp./Income	-	-	-	-	-	-
Operating Profit	-	-	-	-	134.51	2,876.09
(+) Interest Income	-	-	-	-	294.33	104.38
(+) Profit on Sale of F. Assets	-	-	-	-	(3.93)	5.47
(+) Other Income	-	-	-	-	26.76	-
(-) Income Taxes	-	-	-	-	(1,834.07)	(430.58)
(-) Earlier Year Taxes	-	-	-	-	1.89	1.21
(-) Deferred Taxes	-	-	-	-	(874.07)	1,048.24
Net Profit	(6,040.60)	3,068.87	6,492.27	(82.94)	3,157.92	2,367.07



Other Information						
Segment Assets	66,097.79	57,036.08	12,228.39	15,059.38	78,326.18	72,095.45
Unallocated Corporate Assets	-	-	-	-	66,068.25	52,329.41
Total Assets	66,097.79	57,036.08	12,228.39	15,059.38	144,394.43	124,424.87
Segment Liabilities	49,902.80	58,098.70	7,377.61	8,880.55	57,280.40	66,979.24
Unallocated Corporate Liabilities	-	-	-	-	43,761.41	17,595.06
Total Liabilities	49,902.80	58,098.70		8,880.55	101,041.82	84,574.30
Depreciation	5,094.53	1,525.54	1,551.61	1,105.57	6,646.15	2,631.10
Unallocated Depreciation	-	-	-	-	36.56	-
Non cash Exp. other than Dep.	-	-	-	-	-	79.14

2.36 As set out in sub section (1) of section 212 of the companies Act, 1956 the balance sheet of subsidiaries company is attached and its Financial information are as follows.-

Particulars	Amount in Rupee	
	Name of Companies	
Name of Subsidiary Company	Shri Bajrang Energy Private Limited	
Reporting Currency	Rupee	
Country of Incorporation	India	
Percentage of Holding	79.83%	79.83%
<i>Financial Year</i>	<u>2013-14</u>	<u>2012-13</u>
Capital	2,528,600	2,528,600
Reserves	98,911,400	98,911,400
Total Assets	101,448,427	302,391,927
Total Liabilities	101,448,427	302,391,927
Investments	99,926,500	300,890,000
Gross Turnover (Incl. other Income)	Nil	Nil
Profit Before Taxation	Nil	Nil
Prov. for Tax (including deferred Tax)	Nil	Nil
Profit After Taxation	Nil	Nil
Proposed Dividend	Nil	Nil

2.37 The full time Company secretary has been appointed by the Company during the current financial year.

2.38 A Legal case pending with the Honorable First Class Judicial Magistrate, Raipur against Advance to supplier for Rs. 93.10 Lacs .

2.39 REMITTANCE IN FOREIGN CURRENCY

Particulars	Curr-ency	Value of import on CIF basis (Rs. in Lacs)			
		31.03.2014		31.03.2013	
		INR in Lacs		INR in Lacs	
- Raw Materials	USD	-	-	1630971	787.59
- Stores & Spares	USD	27447	14.23	23829	12.97
- Capital Goods					
	USD	38488	23.18	2363071	1,289.82
	AUD	-	-	-	-
	EUR	42860	30.68	524572	367.38
	CAD	-	-	456460	256.94
	GBP	-	-	19500	16.10
Expenditure in Foreign Currency	USD	65,917	50.45	USD 13580	8.23



Earning in Foreign Exchange on

Sale of Finished Goods

Sale of carbon credits (CER)	EURO	89191	68.44	EURO 228240	161.88
Sale of Wire-rod Coil	USD	-	-	USD 994782	539.17
Sale of TMT	USD	129370	78.18	USD 91805	50.26

2.40 BORROWING COST

During the year under review the Company has capitalized a sum of Rs. 194231184/- (Previous Year Rs. 305826168/-) in respect of cost of borrowings and added to the cost of related assets.

2.41 Inventories and consumption of stores materials have been taken as valued and certified by the management.

2.42 Amounts have been rounded off to the nearest rupees and previous year's figures have been regrouped, rearranged and reclassified wherever considered necessary to confirm to the current presentation.

Signature to Notes to Accounts

As per our attached report of even date.

For, R.K. Singhanian & Associates

Chartered Accountants

(Registration No. 004435C)



Ramesh Kumar Singhanian
Partner

Membership No. - 41880

Raipur, 26th August, 2014



Pavan Goel
Chief Finance Officer

Chandrakant Shah
Company Secretary

For and on behalf of the Board

Suresh Goel, Chairman

Narendra Goel, Managing Director